LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House (317) 232-9855

FISCAL IMPACT STATEMENT

LS 7528 DATE PREPARED: Jan 15, 2001

BILL NUMBER: HB 1916 BILL AMENDED:

SUBJECT: State Surplus Property.

FISCAL ANALYST: John Parkey PHONE NUMBER: 232-9854

FUNDS AFFECTED: X GENERAL IMPACT: State & Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill provides that surplus state property must be made available to political subdivisions on the same basis that surplus federal property is made available to state and local governments.

Effective Date: July 1, 2001.

Explanation of State Expenditures: The Department of Administration estimates that costs associated with this bill would be covered using its exiting staff and resources.

Explanation of State Revenues: This bill could reduce the amount of revenue the state receives from the sale of surplus state property. This bill would allow political subdivisions to acquire, without charge, any available surplus property that is not usable by other state agencies and that has been made available to political subdivisions. Under current law, if a political subdivision or other entity purchases surplus property the proceeds of the sale are credited to the fund from which the property was purchased, less costs to the Department of Administration.

<u>Explanation of Local Expenditures:</u> The bill would allow political subdivisions to acquire state surplus property without charge. The impact of the bill on subdivisions is dependent on the amount of purchased property that a subdivision would replace with state surplus property it is able to acquire because of this bill.

Explanation of Local Revenues:

State Agencies Affected: Department of Administration.

Local Agencies Affected: Political Subdivisions.

Information Sources: Jay McQueen, Department of Administration, (317) 232-7636.

HB 1916+